

# MI-1040CR MICHIGAN Homestead Property Tax Credit Claim

Issued under P.A. 281 of 1967. Filing is voluntary.

1998 CR

Attachment Sequence No. 05

<b>PLACE LABEL HERE</b>	<b>▶ 1</b> Filer's First Name, Middle Initial and Last Name			<b>▶ 2</b> Filer's Social Security Number		
	If a Joint Return, Spouse's First Name, Middle Initial and Last Name			<b>▶ 3</b> Spouse's Social Security Number		
	Home Address (No., Street, P.O. Box or Rural Route)			Office Use		
	City or Town		State	ZIP Code	<b>▶ 4</b> School District Code (see p. 46)	

<b>▶ 5</b> Residency Status in 1998 a. <input type="checkbox"/> Resident    b. <input type="checkbox"/> Nonresident c. <input type="checkbox"/> Part-Year Resident. Complete dates below. You <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <b>FROM:</b> Mo. Day Yr. <b>TO:</b> Mo. Day Yr. Spouse <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/>	<b>▶ 6</b> Age on Dec. 31, 1998 a. YOU ..... <b>▶ a.</b> _____ b. SPOUSE ..... <b>▶ b.</b> _____ c. If you are an unremarried surviving spouse, enter spouse's age at death ..... <b>▶ c.</b> _____	<b>▶ 7</b> If you qualify for either of the following, check the box. a. <input type="checkbox"/> Paraplegic, Quadriplegic, or Hemiplegic b. <input type="checkbox"/> Totally and Permanently Disabled (see p. 43)
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8. <b>Homeowners:</b> Enter the 1998 <b>taxable value</b> of your homestead .....	8. ....00
9. Property taxes levied on your home in 1998 (see p. 34) or amount from line 43, 48 or 50 .....	9. ....00
10. <b>Renters:</b> Enter rent paid in 1998 from line 45 ..... <b>▶ 10.</b> ....00	
11. Multiply line 10 by 20% (.20) .....	11. ....00
12. <b>Total.</b> Add lines 9 and 11 .....	12. ....00
<b>Household Income. Be sure to include income from both spouses.</b> <b>If your household income is more than \$82,650, you are not eligible for a credit.</b>	
13. Wages, salaries, tips, sick, strike and SUB pay, etc. ....	13. ....00
14. All interest and dividend income (including nontaxable interest) .....	14. ....00
15. Net rent, business or royalty income .....	15. ....00
16. Retirement pension and annuity benefits. Name of payer: .....	16. ....00
17. Net farm income .....	17. ....00
18. Capital gains less capital losses (see page 43) .....	18. ....00
19. Alimony and other taxable income (see page 43). Describe: .....	19. ....00
20. Social Security, SSI or railroad retirement benefits .....	20. ....00
21. Child support (see page 43) .....	21. ....00
22. Unemployment compensation and TRA benefits .....	22. ....00
23. Other nontaxable income (see page 43). Describe: .....	23. ....00
24. Workers' comp., veterans' disability compensation and pension benefits .....	24. ....00
25. FIP and other FIA benefits .....	25. ....00
26. <b>Subtotal.</b> Add lines 13-25 ..... <b>Subtotal</b>	26. ....00
27. Other adjustments (see page 44). Describe: ..... 27. ....00	
28. Medical insurance or HMO premiums you paid for you and your family .... 28. ....00	
29. Add lines 27 and 28 .....	29. ....00
30. <b>HOUSEHOLD INCOME.</b> Subtract line 29 from line 26 .....	30. ....00

31. Multiply line 30 by 3.5% (.035) or by the percent in Table 3 (see p. 44) .....	31. ....00
32. Subtract the amount on line 31 from line 12. If line 31 is more than line 12, enter zero (0) .....	32. ....00
<b>Seniors (you wrote "65" or older anywhere in box 6), go to lines 34 or 35. FIP/FIA recipients and people who checked box 7a, go to lines 34 or 35. All others (including people who checked box 7b) must complete line 33.</b>	
33. Multiply line 32 by 60% (.60) (maximum \$1,200). Go to line 36 .....	33. ....00
34. Everyone who received <b>FIP/FIA payments</b> , complete lines 51-54. Enter the amount from line 54 here. <b>Seniors who pay rent</b> , complete lines 55-59. Enter amount from line 59 here (maximum \$1,200). Go to line 36 .....	
35. <b>Senior homeowners or people who are paraplegic, quadriplegic or hemiplegic</b> (if you completed line 34, skip this line), enter the amount from line 32 (maximum \$1,200). Go to line 36 .....	35. ....00
36. <b>CREDIT.</b> If your household income (line 30) is less than \$73,650, enter the amount that applies to you from line 33, 34 or 35 here. If it is more than \$73,650, you must reduce your credit (see instructions on page 44). If you file an MI-1040, carry this amount to your MI-1040, line 29 .....	36. ....00

**HOMEOWNERS**

Report on lines 37 and 38 the addresses of the homesteads you are claiming credit on. If you need more space, attach a list.

37. Address where you lived on Dec. 31, 1998, if different than reported on line 1.	Taxable Value
38. Address of homestead sold during 1998 (No., street and city).	Taxable Value

<b>If you bought or sold your home in 1998, complete lines 39 - 43.</b>	<b>Homestead</b>	<b>A. Bought</b>	<b>B. Sold</b>
39. Number of days occupied. (Total cannot be more than 365) .....	39.		
40. Divide line 39 by 365 and enter percentage here .....	40.	%	%
41. Property taxes levied in calendar year 1998 .....	41.		
42. Prorated taxes. Multiply line 41 by percentage on line 40 .....	42.		
43. Taxes eligible for credit. Add line 42, columns A and B. Enter here and on line 9 .....	43.		.00

**RENTERS**

44. Address of homestead you rented (No., street, apt. no. and city)	Landowner's Name and Address	Number of Months Rented	Monthly Rent	Total Rent Paid
A.				A.
B.				B.

45. Total rent paid (not more than 12 months). Add total rent for each period. Enter here and on line 10 .....	45.	.00
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**OCCUPANTS OF HOUSING ON WHICH SERVICE FEES ARE PAID INSTEAD OF TAXES**

46. Name and address of housing project or landowner.	
47. Enter the total amount of rent you paid in 1998. Do not include amounts paid on your behalf by a government agency .....	
47.	.00
48. Multiply line 47 by 10% (.10). Enter here and on line 9 .....	
48.	.00

**OCCUPANTS OF NURSING OR ADULT FOSTER CARE HOMES OR HOMES FOR THE AGED**

49. Name and address of care facility.	
50. Your share of taxes paid by the landowner (see page 41). Enter here and on line 9 .....	
50.	.00

**CREDIT PRORATION -- Complete if you received FIP/FIA benefits**

51. Subtract line 25 from line 30 and enter here .....	51.	.00
52. Divide line 51 by line 30 and enter percentage here .....	52.	%
53. If you entered 65 or older anywhere in box 6, or checked box 7a, enter the amount from line 32. All others multiply amount on line 32 by 60% (.60) and enter here (maximum \$1,200) .....		
53.		.00
54. Multiply line 53 by percentage on line 52. If you are age 65 or older and you rent your home, enter here and on line 55 and complete lines 56-59. Otherwise, enter here and on line 34 .....		
54.		.00

**ALTERNATE PROPERTY TAX CREDIT FOR RENTERS AGE 65 AND OLDER**

55. Enter amount from line 32 or from line 54 .....	55.	.00
56. Enter rent paid from line 45 or 47. (If you moved during 1998, see instructions, page 45.) .....	56.	.00
57. Multiply the amount on line 30 by 40% (.40) and enter here .....	57.	.00
58. Subtract line 57 from line 56. If line 57 is more than line 56, enter "0" .....	58.	.00
59. Enter the larger of line 55 or 58 and carry this amount to line 34 .....	59.	.00


<i>I declare, under penalty of perjury, that the information in this claim and attachments is true and complete to the best of my knowledge.</i>		<i>I declare, under penalty of perjury, that this claim is based on all information of which I have knowledge.</i> <b>Preparer's Signature, Address, Phone and ID No.</b>
<input type="checkbox"/> <i>I authorize Treasury to discuss my claim and attachments with my preparer.</i>	<input type="checkbox"/> <i>Do not discuss my claim with my preparer.</i>	
Filer's Signature	Date	
Spouse's Signature	Date	

# 1998 MICHIGAN

## Income Tax Returns and Homestead Property Tax Credit Claim



### *What's new for the 1998 tax year . . .*

 If you filed electronically last year, this year you will receive your peel-off mailing label on a postcard. Filing electronically is the quickest filing method available. Electronic filers usually receive their refunds in seven to ten days, compared with four to eight weeks for paper return filers. See your tax practitioner or file on-line from your home computer. See page 3 for more information.

The *Michigan Income Tax Return* (form MI-1040) is redesigned for the 1998 tax year. Additions to and subtractions from income are now on a separate form, *MI-1040 Schedule 1*. We hope the new form is easier for you to read and use.



*Child Care Act of 1997.* Individuals with children ages 6 and younger on December 31, 1998 may deduct \$600 per child. Individuals with children ages 7 through 12 on December 31, 1998 may deduct \$300 per child.

#### **Personal Exemption Allowance Increases**

For tax year 1998, the personal exemption allowance is \$2,800.



*Please recycle this booklet.*

# IMPORTANT NEWS FOR 1998

## Electronic Filing Program

Starting January 15, 1999, you may electronically file both federal and state returns. Check to see if your tax preparer provides this service. You can also file federal and state returns electronically from your home computer. Filing electronically will shorten the processing time of your return. Call the Michigan Tele-Help System for more information (see page 5).



For tax year 1998, Michigan returns filed electronically may be **refund or tax due returns** with or without a property tax credit and/or college tuition credit (Schedule CT). Home heating credit claims may be filed electronically. Payments for tax due returns must be mailed with the *Michigan Payment Voucher for Electronic Filing* (form MI-1040-V). Direct deposit of refunds is also available for 1998.

**If your annual income is \$20,000 or less see our web site for information on free tax preparation and electronic filing for 1998.**

## Mailing Labels

**If you do not need a tax booklet next year**, check the box at the top of your 1998 MI-1040 or MI-1040EZ.

Over 949,000 taxpayers checked the box on their 1997 return indicating they did not need a 1998 instruction booklet sent to them. These taxpayers, along with over 425,000 taxpayers who filed electronically for 1997, will receive their peel-off mailing label on a postcard. This will save Michigan taxpayers over \$155,000 in printing costs.

We no longer print your Social Security number on the mailing label. Instead, for security reasons, a 10-digit code number appears on the label.

## How to Use Your Mailing Label

- Review your name and address. If the information is correct, place the label on the first page of your tax return.
- If you use a tax preparer, take this book to your preparer and ask him or her to use your label on your return. Using your label will help shorten the processing time of your return.
- Do not use the label if any of the information on the label is incorrect. Write the correct information on the return.
- Do not use the label if you are a surviving spouse and the deceased taxpayer's name is on the label. Write the correct information on the return.
- Do not use your mailing label as a return address label on your envelope. This will delay our receipt of your return.

## Direct Deposit of Refunds

You may request that your refund be deposited directly into your account at a financial institution instead of receiving a check. See the direct deposit form and instructions on pages 27 and 28.

## Nonrefundable College Tuition and Fees Credit



Any Michigan resident with adjusted gross income (AGI) of \$200,000 or less may claim an income tax credit for undergraduate tuition and fees paid on behalf of the taxpayer or any other student. For tax year 1998, the amount of the credit is limited to 8 percent of tuition and fees paid to a maximum of \$375 per student per year. Residents may claim the credit for 1998 only if the school has certified that tuition will not increase by more than 2.3 percent for the 1998-99 academic year. Refer to the back of the 1998 *Michigan College Tuition and Fees Credit* (Schedule CT) to see if you qualify.

## Use Tax

We have moved the **Use Tax Return** to page 9. It is your responsibility under the law to pay 6 percent use tax on out-of-state purchases and mail order and Internet purchases from companies that do not collect Michigan sales or use tax.

## Pensions

Individuals with income from a private nongovernmental pension or a qualifying individual retirement account (IRA) may subtract larger amounts than in previous years. For tax year 1998, pension benefits included in adjusted gross income (AGI) from a private pension system or an IRA are deductible to a maximum of \$33,630 on a single return or \$67,260 on a joint return.

Senior citizens age 65 or older may also deduct benefits received from a retirement annuity policy if the payments are made for life to a senior citizen or to the surviving spouse of a senior citizen. Qualifying annuity amounts must be added to any private pension amounts, and the total is subject to the maximum limits shown above. See *MI-1040 Schedule 1*, line 12 instructions on page 14 and Example A on page 16.

Senior citizens age 65 or older may deduct part of their interest, dividends and capital gains that are included in AGI. For 1998, the dividend, interest and capital gains deduction is limited to a maximum of \$7,500 on a single return or \$15,000 on a joint return, and must be reduced by the pension subtraction.

## Homestead Property Tax

### Exemption Adjustment

In 1998, if you received a corrected or supplemental tax bill or refund of property taxes paid from a previous year as a result of an adjustment to your homestead property tax exemption, you must adjust your 1998 property tax amount. Interest received or paid on the adjusted property taxes may not be claimed on line 9 of the property tax credit claim (forms MI-1040CR and MI-1040CR-2).

## Property Tax Credits/Refunds - A Reminder From the Internal Revenue Service (IRS)

Michigan homestead property tax credit and homestead exemption refunds received in 1998 may be taxable on your 1998 federal income tax return. These are refunds of a portion of the property taxes paid. If you claimed an itemized deduction for property taxes on your 1997 federal income tax return and then received a refund in 1998 from the state or your local unit of government for a portion of those taxes, you must include that refund as income on your 1998 federal income tax return. If you have questions about the taxability (for federal tax purposes) of these refunds, please call the IRS at 1-800-829-1040.

## Home Heating Credit

For 1998, you will not have the option of applying the home heating credit (MI-1040CR-7) to income tax due. If you are filing a Michigan income tax form (MI-1040), do not attach your MI-1040CR-7 to it. The deadline for filing your 1998 home heating credit is September 30, 1999. Home heating credits received after September 30, 1999 will be denied.

## No-Form Option Available for Tax Year 1999

The no-form option program is again available for tax year 1999. It gives eligible taxpayers the option of not filing an annual Michigan income tax return. Additional information is available by calling the Michigan Tele-Help System (see pg. 5).

If you chose the no-form option for 1998, you will receive a letter explaining the program by January 31, 1999.

## Web Site

Visit our Treasury web site on the Internet at:  
**[www.treas.state.mi.us](http://www.treas.state.mi.us)**



## For Help -- 1-800-487-7000

Call this number to talk to a department representative for answers to your questions about Michigan income tax and the various credit forms. Staff is available to take your call between 8 a.m. and 5 p.m. (Mon. - Fri.) year round. During tax processing season (February - April), staff is available between 7 a.m. and 7 p.m. (Mon. - Fri.). Individuals answering these toll-free lines will answer specific questions on the preparation of the income tax forms and various credit forms. **Refund status information will not be given at this number (see below).**



**Deaf, hearing or speech impaired** persons using a Text Telephone for the Deaf (TTY) should call 517-373-9419 for assistance. This number is reserved for persons using a TTY. Other persons calling this number will be directed to call the toll-free phone number.

If you need help completing your return, contact your local senior citizen center or community service agency to find out if there is a volunteer tax assistance program available. You may also want to contact your local library to see if it has a copy of the tax preparation video that was distributed to libraries throughout the state.

## To Check On Your 1998 Refund -- 1-800-827-4000

Allow at least eight weeks for the processing of your 1998 refund before calling the Computerized Refund Information System (CRIS). You must have the primary filer's Social Security number and adjusted gross income or household income to get refund information. This number may be called 24 hours a day. CRIS will allow you to check on your refund once every seven days.

If your return is selected for review, CRIS will tell you to allow an additional eight weeks for the processing of your refund.

Returns for years prior to 1998 are processed after the 1998 returns are completed.

## To Get Forms --

**1-800-FORM-2-ME (367-6263)**

This number may be called 24 hours a day. Tell our computerized forms message system what you need and we will mail your forms. Forms are also available at all Treasury offices listed on page 5. Commonly used forms are available at Michigan Secretary of State offices, many libraries, post offices and financial institutions.

Forms are also available on our web site at:

**[www.treas.state.mi.us](http://www.treas.state.mi.us)**

## Michigan Tax Forms By Fax -- 517-241-8730



Call from a fax phone to have 1998 Michigan tax forms sent to your fax machine 24 hours a day/365 days a year.

## A Note About Debts

Michigan law requires that any money owed to the state and other agencies be deducted from your refund or credit before it is issued. This includes money owed for past due taxes, school loans, child support due the Friend of the Court, an IRS levy, money due a state agency, a court-ordered garnishment or other court orders. Taxpayers who are married, filing jointly, may receive a computer-generated *Income Allocation to Non-Obligated Spouse C-4297*. Completing and filing this form may limit the portion of the refund that can be applied to a liability. If Treasury applies all or part of your refund to any of these debts, you will receive a letter of explanation.



## When You Have Finished

**Before you mail your return,** review it carefully and make sure it is complete. Also, review your return for the following **common errors** that can delay your refund.

- using a label with incorrect information
- illegible writing
- transposing numbers in the Social Security number
- computing nonrefundable tax credits incorrectly
- omitting the community foundation code
- reporting the incorrect amount of estimated tax payments
- failing to attach federal schedules to verify losses and expenses (see Table 1 on page 6)
- omitting the taxable value of your homestead
- omitting the school district code
- failing to report total household income from all sources, both taxable and nontaxable, on the property tax credit claim
- claiming an exemption for both totally and permanently disabled and for age 65 or older
- leaving the Family Independence Program (FIP) line blank (MI-1040CR, line 25), entering the wrong amount of FIP assistance, or entering the household income subtotal on this line
- entering figures on the wrong lines
- computation errors.

## Where To Mail Your Return

**If you are due a refund, mail your return to:**

Michigan Department of Treasury  
Lansing, MI 48956



If you mail your 1998 return in the same envelope with a return for years prior to 1998, your 1998 refund will be delayed. To receive your 1998 refund faster, mail your 1998 return in a separate envelope.

**If you owe tax, mail your return to:**

Michigan Department of Treasury  
Lansing, MI 48929



Make checks payable to "State of Michigan" and write your Social Security number and the words "1998 income tax" on the front of your check. Do not staple your check to the return.

***For a fast refund file electronically.***



See your tax practitioner or file on-line from your home computer. See page 3 for more information.

# Michigan Tele-Help System

**1-800-827-4000**



**Tele-Help** is an automated system of informative recordings about income tax and property tax credit topics.

Call 1-800-827-4000 anytime and listen for the Tele-Help instructions. This number operates 24 hours every day.

## **Tele-Help code numbers and topics**

### General Income Tax Information

- 111 Where to go for help
- 121 To get a copy of your return
- 131 Refund offsets
- 141 Who must file an income tax return and how to file
- 151 Other:
  - Deceased taxpayers
  - Residency
  - Requirements for dependents, minors and students
- 161 Repayments of income reported in a prior year (Claim of Right)
- 171 Electronic filing
- 181 Home electronic filing
- 191 No-Form option for tax years 1998 and after
- 192 Direct deposit

### MI-1040

- 211 Amended returns - form MI-1040
  - Prior year returns
- 221 Estimated tax payments
- 231 Additions and subtractions from income
- 241 Capital gains and losses
- 251 Public Contributions Credit
- 261 Community Foundations Credit
- 271 Other:
  - Deferred compensation
  - Tax status of U.S. obligations
  - Extensions
  - Distributions from IRAs
  - Contributions to IRAs
- 281 Homeless Shelter/Food Bank Credit
- 292 College Tuition and Fees Credit
- 293 Renaissance Zones

### Credit Information

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- 321 List of special situations for property tax credits
- 331 Home Heating Credit
- 341 Senior Citizen Prescription Drug Credit
- 351 Difference between household income and adjusted gross income
- 361 Farmland Preservation Credit

### Miscellaneous Information

- 411 Homestead Exemption Affidavits

## **Treasury Offices**

The Treasury field offices no longer prepare tax returns. If you need help, please call the Lansing office. Forms are available at all Treasury field offices.

### **Main Office:**

**LANSING**, 48922  
Treasury Building  
430 W. Allegan St.  
1-800-827-4000 (refunds)  
1-800-487-7000 (information)

### **Other Offices:**

**DETROIT**, 48226  
State of Michigan Plaza Building  
1200 6th St., 2nd Floor, N. Tower

**ESCANABA**, 49829  
State Office Building, Room 7  
305 Ludington St.  
(open 8 - 12 only)

**FLINT**, 48502  
State Office Building, 7th Floor  
125 E. Union St.  
(closed 12 - 1)

**GRAND RAPIDS**, 49503  
State Office Building, 3rd Floor  
350 Ottawa St., NW

**KALAMAZOO**, 49005-0286  
535 S. Burdick St., Ste. 197  
(closed 12 - 1)

**PONTIAC**, 48342  
100 N. Saginaw St., Upper Level

**SAGINAW**, 48607  
State Office Building, 4th Floor  
411-I E. Genesee St.  
(open 8 - 12 only)

**TRAVERSE CITY**, 49684  
701 S. Elmwood Ave., Box 14  
(open 8 - 12 only)

**Deaf, hearing or speech impaired persons may call 517-373-9419 (TTY).**



# General Information for Homeowners and Renters

## About the Homestead Property Tax Credit (MI-1040CR)

### Who may claim a property tax credit

You may claim a property tax credit if all of these apply:

- Your homestead is located in Michigan.
- You were a Michigan resident at least six months of 1998.
- You pay property taxes or rent on your Michigan homestead.

You can have only one **homestead** at a time, and you must be the occupant as well as the owner or renter. Your homestead can be a rented apartment, or a mobile home and a lot in a mobile home park. A vacation home or income property is not considered your homestead.

Your homestead is in your state of **domicile**. Domicile is the place where you have your permanent home. It is the place you plan to return to whenever you go away. Even if you spend the winter in a southern state, your domicile is still Michigan. College students and others whose permanent homes are not in Michigan are not Michigan residents. Domicile continues until you establish a new permanent home.

Property tax credit claims may not be submitted on behalf of minor children. Any public assistance benefits paid to a minor must be included in the household income of the parents when computing their credits.

**You may not claim a property tax credit if your household income is over \$82,650.** The computed credit is reduced by 10 percent for every \$1,000 (or part of \$1,000) that household income exceeds \$73,650. If filing a part-year return, you must annualize household income to determine if the income limitation applies. See instructions for annualizing on page 45.

### Which form to file

Use form MI-1040CR in this book. If you are blind and own your homestead, are in the active military, are an eligible veteran or an eligible veteran's surviving spouse, request form MI-1040CR-2 and complete both forms. Use the form that gives you a larger credit. If you are blind and rent your homestead, you cannot use the MI-1040CR-2. Claim your credit on form MI-1040CR and check box 7b.

The request for your Social Security number is authorized under USC Section 42. Social Security numbers are used by the Michigan Department of Treasury to conduct matches against benefit income provided by the Social Security Administration and other sources to verify the accuracy of the home heating credit and property tax credit claims filed and to deter fraudulent filing(s).

### When to file

If you do not have to file a Michigan income tax return (form MI-1040), you may file your credit claim as soon as you know your 1998 household income and property taxes levied in 1998. If you file a Michigan income tax return, your credit claim should be attached to your MI-1040 return which is due April 15, 1999.

### Amending your claim

Use the MI-1040X form and attach a copy of your corrected credit claim. You must do this within four years of the date set for filing your original income tax return.

### Delaying payment of your property taxes

Some senior citizens, disabled people, veterans, surviving spouses of veterans, and farmers may be able to delay paying property taxes. It depends on the county in which you live and your income level. **Contact your local or county treasurer for more information about delaying payment of your property taxes.**

### Household income

Household income is the total income (taxable and nontaxable) of both spouses or of a single person maintaining a household. It is your AGI, plus all income exempt or excluded from AGI. See "Married, filing separately" and "Single adults sharing a home" on page 43.

### Household income does **NOT** include:

- stipends received by an enrolled participant in the foster grandparent or senior companion program pursuant to the Domestic Volunteer Service Act of 1973.
  - energy assistance grants or energy assistance tax credits.
  - government payments to a third party, like a doctor.
- Note:** If payment is made from money withheld from your benefit, the payment is part of household income. (For example, the Family Independence Agency (FIA) may pay your rent directly to the landowner.)
- money received from a government unit to repair or improve your homestead.
  - surplus food.
  - state and local income tax refunds and homestead property tax credits.
  - chore service payments. (These payments are income to the provider but not the person receiving the service.)
  - the first \$300 from gambling, bingo, lottery, awards or prizes. For example, if you win \$500 in a church raffle, you must include \$200 of this in your household income.
  - the first \$300 in gifts, cash or expenses paid on your behalf by a family member or friend.
  - amounts deducted from Social Security or railroad retirement benefits for Medicare premiums.
  - life, health and accident insurance premiums paid by your employer. However, if you pay medical insurance or health maintenance organization (HMO) premiums for you or your family, you may deduct the cost from household income.
  - the gain postponed on the sale of your personal residence. (Exception - see instructions for line 18 on pg. 43.)

## Property taxes that can be claimed for credit

General ad valorem property taxes that were levied on your homestead in 1998, including collection fees up to 1 percent of the taxes, can be claimed no matter when you pay them. You may add to your 1998 taxes the amount of property taxes billed in 1998 from a corrected or supplemental tax bill. You must deduct from your 1998 property taxes any refund of property taxes received in 1998 that was a result of a corrected tax bill from a previous year.

### Do not include:

- delinquent property taxes (e.g., 1997 property taxes paid in 1998)
- penalty and interest on late payments of property tax
- delinquent water or sewer bills
- property taxes on cottages or second homes
- special assessments (for drains, sewers, etc.) that are not based on taxable value or are not applied to the entire taxing jurisdiction.

**Home used for business.** If you use part of your home for business, you may claim the property taxes on the living area of your homestead, but not the property taxes on the portion used for business. This applies whether or not you claim the property taxes on a federal business schedule.

**Owner-occupied duplexes.** When both units are equal, you are limited to 50 percent of the tax on both units. This is true even if 20 percent of the rent paid on the rental is less than 50 percent of the property taxes.

**Owner-occupied income property.** This section applies to apartment building owners who live in one of the units and to single family homeowners who rent a room(s) to a tenant(s). Owners must do two calculations to figure the tax that can be claimed and base their credit on the **lower** amount. The first calculation subtracts 20 percent of the rent collected from the tax eligible for credit. The second calculation reduces the tax eligible for credit by the amount of tax claimed as a business deduction on your U.S. 1040.

For example, your home has an upstairs apartment that is rented to a tenant for \$395 a month. Total property taxes on your home are \$2,150. Here are the calculations.

**Step 1:**  $\$395 \times 12 = \$4,740$  annual rent

$\$4,740 \times .20 = \$948$  taxes attributable to the apartment

$\$2,150$  total taxes -  $\$948 = \$1,202$  taxes attributable to owner's homestead

**Step 2:**  $\$2,150$  total taxes -  $\$858$  taxes claimed as a business deduction =  $\$1,292$  taxes attributable to homestead

The owner's taxes that can be claimed for credit are \$1,202, the smaller of the two computations.

**Farmers.** You may include farmland taxes in your property tax credit claim if any of the following conditions apply.

- If your gross receipts from farming are greater than your household income, you may claim all of your farmland taxes including taxes on unoccupied farmland. Do not include taxes on farmland that is not adjacent or contiguous to your home and that you rent or lease to another person.
- If gross receipts from farming are less than your household income and you have lived in your home more than 10 years, you may claim the taxes on your home and the farmland adjacent and contiguous to your home.

- If gross receipts from farming are less than your household income and you have lived in your home less than 10 years, you may claim the taxes on your home and five acres of farmland adjacent and contiguous to your home.

You may not claim rent paid for vacant farmland when computing your property tax credit claim.

Include any farmland preservation tax credit in your household income. Enter the amount of credit you received in 1998 on line 19 or include it in net farm income on line 17.

Homestead property tax credits are not included in household income. If you included this amount in your taxable farm income, you may subtract it from household income.

## Rent that can be claimed for credit

Twenty percent of rent paid is considered property tax that can be claimed for credit, except as explained below. If you are age 65 or older and you rent your homestead, you may be eligible for a larger credit using the alternate method. See "ALTERNATE PROPERTY TAX CREDIT FOR RENTERS AGE 65 OR OLDER" on page 45.

If you live in housing on which **service fees** are paid instead of taxes, 10 percent of your rent can be claimed for credit. If the landowner says your tax share is less than 10 percent, use the amount the landowner gives you.

If your housing is **exempt** from property tax and no service fee is paid, you are not eligible for credit. This includes university or college-owned housing.

If your **housing costs are subsidized**, base your claim on the amount you pay. Do not include the federal subsidy amount.

**Mobile home park residents**, claim the \$3 per month specific tax on line 9, plus 20 percent of the balance of rent paid on line 10.

If you are a **cooperative housing corporation resident member**, claim your share of the property taxes on the building. If you are one of the few who lives in a cooperative where residents pay rent on the land where the building sets, residents may also claim 20 percent of that land rent. (Do not take 20 percent of your total monthly payment.)

When you pay **room and board in one fee**, the landowner should be able to exclude the board portion of your payment and tell you the amount that goes toward your room. You may claim 20 percent of your room rent as taxes.

You may also determine your tax that can be claimed for credit based on square footage. For example, you pay \$750 a month for room and board. You occupy 600 square feet of a 62,000 square foot apartment building. The landowner pays \$54,000 in taxes per year.

**Step 1:**  $600/62,000 = .0097$

**Step 2:**  $\$54,000 \times .0097 = \$524$  taxes you can claim for credit.

## Special Situations

### If you moved in 1998

**Residents** who lived temporarily outside Michigan may qualify for a credit as long as Michigan remained their state of domicile. However, personal belongings and furnishings must have remained in the Michigan homestead AND the homestead must not have been rented or sublet during the temporary absence. (See the definitions of resident on page 7 and domicile on page 34.)



**If you bought or sold your home**, you must prorate your taxes. Complete lines 37-43 of form MI-1040CR to determine the taxes that can be claimed for credit. Use only the taxes levied in 1998 on each Michigan homestead, then prorate taxes based on days of occupancy. Do not include taxes on out-of-state property.

**If you married during 1998**, combine each spouse's share of taxes or rent for the period of time he or she lived in separate homesteads. Then add the prorated share of taxes or rent for the time you lived together in your marital home. This only applies to homes located in Michigan and to couples who married during 1998. If you separated or divorced during 1998, see "Separated or divorced claimants" on this page.

**Part-year residents** who lived in Michigan at least six months during the year may be entitled to a partial credit. If you are a part-year resident, you must include all income received as a Michigan resident in household income (line 30). Complete lines 37-43 to determine the taxes to claim for credit on your Michigan homestead.

### Residents of nursing homes and other adult care homes

If you are a resident of a nursing home, adult foster care home or home for the aged, that facility is considered your homestead. If the facility pays local property taxes (many do not), you may claim your portion of those taxes for credit. You may not claim rent. Ask the manager what your share is. If you would rather figure it yourself, divide the amount of property tax levied on the facility in 1998 by the number of residents the facility is licensed for. This is your share. If both you and your spouse live in the facility, add your shares together. If you lived in the facility only part of the year, multiply this amount by the portion of the year you lived at the facility. (**Exception:** Credit is not allowed if your facility care charges are paid directly to the facility by a government agency.)

If you maintain a homestead and your spouse lives in an adult care home, you may file a joint credit claim. Combine the tax for your homestead and your spouse's share of the facility's property tax to compute your claim.

If you are single and maintain a homestead (that is not rented to someone else) while living in an adult care home, you may claim either your homestead or your share of the facility's property tax, but not both. Use the one that gives you the larger credit.

### Deceased claimant's credit

The estate of a taxpayer who died in 1998 (or 1999 before filing a claim) may be entitled to a credit for 1998. The surviving spouse or personal representative can claim this credit.

**The surviving spouse** may file a joint claim with the deceased. Enter both names and Social Security numbers on the form, and write "deceased" after the decedent's name. Sign the return and write "Filing as a surviving spouse" and the decedent's date of death in the decedent's signature block. Include the decedent's income in household income.

**The personal representative** must prorate taxes to the date of death. Complete lines 39-43 of the MI-1040CR, to help prorate the property taxes. Annualize household income. See instructions for lines 31 and 36 on pages 44 and 45.

Attach a copy of the tax bills or rent receipts. Also submit a copy of U.S. 1310 or an MI-1310.

Enter on line 1 of the decedent's claim the names of the decedent and personal representative in the following order:

Joe Lane, Estate of  
Mary Jones, Rep.

Use the decedent's Social Security number and the personal representative's address. Enter the date of death in the signature block.

### Separated or divorced claimants

**If you are separated and file a joint return with your spouse**, your claim must be based on the tax or rent for 12 months on only one home. The household income must be the combined income of both you and your spouse for the entire year.

**If you file separate federal and state returns and maintain separate homesteads**, you may each claim a credit. Each credit is based on the individual taxes or rent and individual income for each person.

**If you separated or divorced in 1998**, figure your credit based on the taxes you paid together before your separation plus whatever taxes you paid individually after your separation. Attach a schedule showing your computation. The brochure *Homestead Property Tax Credit for Separated or Divorced Taxpayers* (form C-4354) contains a worksheet to help you compute your credit.

**For example**, Bob and Susan separated on October 2, 1998. The annual taxes on the home they owned were \$1,860. Susan continued to live in the home, and Bob moved to an apartment on October 2 and paid \$350 per month rent for the rest of the year. Susan earned \$20,000 and Bob earned \$25,000. They lived together for 274 days.

**Step 1:** Determine the prorated income for each spouse for the 274 days they lived together. Divide each spouse's total income by 365 days then multiply that figure by 274.

Susan    (\$20,000/365) x 274 = \$15,014  
Bob      (\$25,000/365) x 274 = \$18,768

**Step 2:** Add both prorated incomes together to determine the total income for the time they lived together.

\$15,014 + \$18,768 = \$33,782

**Step 3:** Divide each individual's prorated share of income by the total income from step 2 to determine the percentage of income attributable to each.

Susan    \$15,014/\$33,782 = 44%  
Bob      \$18,768/\$33,782 = 56%

**Step 4:** Determine the prorated taxes eligible for credit for the time they lived together. Divide the \$1,860 by 365 days then multiply by 274 days.

(\$1,860/365) x 274 = \$1,396

**Step 5:** Determine each individual's share of the prorated taxes. Multiply the \$1,396 by the percentages determined in step 3.

Susan    \$1,396 x 44% = \$614  
Bob      \$1,396 x 56% = \$782

Enter these amounts on line 42, column A, of your MI-1040CR.

Susan uses lines 39-42, column B, to determine her share of taxes for the remaining 91 days. Bob uses lines 44-45 to determine his share of rent. Each completes the remaining lines of the MI-1040CR according to the line-by-line instructions.

### Married, filing separately

Spouses who file separate Michigan income tax returns and share a household are entitled to only one property tax credit. Complete your property tax credit claim jointly and include income from both spouses in household income. You may then divide the credit as you wish. If each spouse claims a portion of the credit, attach a copy of the claim showing each spouse's share of the credit to each income tax return. Enter only your portion of the credit on MI-1040, line 29.

### Single adults sharing a home

When two or more single people share a home, each may file a credit claim if each has contracted to pay rent or owns a share of the home. Each should file an individual claim based on his or her household income and prorated share of taxes or rent paid.

## Line-by-Line Instructions for Form MI-1040CR

Lines not listed are explained on the form.

### IDENTIFICATION

**Lines 1, 2 and 3:** If you are filing this form with an income tax return (MI-1040), you do not need to enter your address on this form, but you must enter your name(s) and Social Security number(s). If you are married filing separate claims enter both Social Security numbers, but do not enter your spouse's name.

**Line 5:** If you and your spouse had a different residency status, mark the box that applies to each spouse.

**Line 6:** Enter your age. You are a senior citizen if you or your spouse was age 65 by Dec. 31, 1998, or if you are the surviving spouse of a person who was age 65 or older at the time of death. You are considered age 65 the day before your 65th birthday.

**Line 7:** Check box "a" if you or your spouse is paraplegic, quadriplegic or hemiplegic as of Dec. 31, 1998. Check box "b" if you or your spouse is totally and permanently disabled as of Dec. 31, 1998 (as defined under Social Security Guidelines 42 USC 416). Do not check box "b" if you or your spouse is a senior citizen.

### PROPERTY TAX AND HOUSEHOLD INCOME

If you bought or sold your home or if you are a part-year resident, complete MI-1040CR, lines 37-43. If you are a renter, complete MI-1040CR, lines 44 and 45.

Include all taxable and nontaxable income you and your spouse received as Michigan residents in 1998. If your family lived in Michigan while one spouse earned wages outside Michigan, include the income earned out of state in your household income. (See "Household income" and "Property taxes that can be claimed for credit" on pages 34 and 41.)

**Line 8:** If you own your homestead, enter the 1998 taxable value from your 1998 property tax statement. If you do not

know your taxable value, ask your local treasurer. Farmers should include the taxable value on all land that qualifies for this credit.

**Line 9:** Read "Property taxes that can be claimed for credit" on page 41 before you complete this line.

**Line 13:** Enter all compensation received as an employee. Include strike pay, supplemental unemployment benefits (SUB pay), deferred compensation received, sick pay or long-term disability benefits, including income protection insurance.

**Line 15:** Enter the sum of the amounts from the following U.S. forms: *Schedule C* (business income or loss); 4797 (other gain or loss); and *Schedule E* (rents, royalties, partnerships, S corporations, estates and trusts). Include amounts from sources outside Michigan. **Attach these schedules to your claim.**

**Line 16:** Enter all annuity, pension, and IRA benefits and the name of the payer. This should be the taxable amount shown on your U.S. 1099-R. If no taxable amount is shown on your U.S. 1099-R, use the gross amount. Also include the total amount of lump sum distributions, including amounts reported on your U.S. 4972.

**Line 17:** Enter the amount from U.S. *Schedule F* (farm income or loss). Attach *Schedule F*.

**Line 18:** Enter all capital gains. This is the total of short and long-term gains, less short and long-term losses from your U.S. *Schedule 1040D*, line 17 (for gains) or line 18 (for losses). Include gains realized on the sale of your residence regardless of your age or whether or not these gains are exempt from federal income tax. Do not include deferred gains from the sale of a residence when the proceeds are reinvested in a new home (in accordance with IRC section 1034).

**Line 19:** Enter alimony received and describe any other taxable income. This includes:

- awards, prizes, lottery, bingo and other gambling winnings over \$300 (see "Household income" on pg. 34)
- farmland preservation tax credits, if not included in farm income on line 17.

**Line 20:** Enter your Social Security, Supplemental Security Income (SSI) and Railroad Retirement benefits. Include death benefits and amounts received for minor children or other dependent adults who live with you. Report the amount actually received. Do not include the amount deducted for Medicare.

**Line 21:** Enter child support received. Also enter all payments received as a foster parent. **Note:** If you received a 1998 *Child Support Annual Statement* showing child support payments paid to the Friend of the Court, enter the child support portion here and attach a copy of the statement. Also see line 25.

**Line 23:** Enter other nontaxable income. This includes: compensation for damages to character or for personal injury or sickness; an inheritance (exclude an inheritance from your spouse); proceeds of a life insurance policy paid on the death of the insured (exclude benefits from a policy on your spouse); death benefits paid by or on behalf of an employer; the value over \$300 in gifts of cash, merchandise or expenses paid on your behalf (rent, taxes, utilities, food,

medical care, etc.) from parents, relatives or friends; minister's housing allowance; amounts paid directly to you as a scholarship, stipend, grant or GI bill benefits; and reimbursement from dependent care and/or medical care spending accounts. Also include payments made on your behalf except government payments made directly to an educational institution or subsidized housing project.

**Line 24:** Enter workers' compensation benefits received, service-connected disability compensation benefits and pension benefits received from the Veterans Administration. Veterans receiving retirement benefits should enter such benefits on line 16.

**Line 25:** Enter the total payments made to your household by the Family Independence Agency (FIA) and all other public assistance payments. Your *1998 Annual Statement(s)* mailed by FIA in January 1999 will show your total FIA payments. Your statement(s) may include the following: Family Independence Program assistance (FIP), State Disability Assistance (SDA), State Family Assistance (SFA), Refugee Assistance, Repatriate Assistance and vendor payments for shelter, heat and utilities. **Note:** If you received a *1998 Child Support Annual Statement*, subtract the amount of child support payments entered on line 21 from the total FIA payments and enter the difference here.

**Line 27:** Enter total adjustments from your U.S. 1040, line 32, or U.S. 1040A, line 17. Describe any adjustments to income. These adjustments reduce household income:

- payments to an individual retirement account (IRA); Keogh (HR 10), SEP, or SIMPLE plans;
- student loan interest deduction;
- medical savings account deduction;
- moving expenses;
- deduction for self-employment tax;
- self-employed health insurance deduction;
- forfeited interest penalty for premature withdrawal;
- alimony paid.

Also enter the amount of a net operating loss (NOL) deduction. **Note:** A deduction for a carryback or carryforward of an NOL cannot exceed federal modified taxable income. Attach your *Application for Net Operating Loss Refund* (form MI-1045).

**Line 28:** Enter medical insurance or HMO premiums you paid for yourself and your family (NOT MEDICARE). Include medical insurance premiums paid through payroll deduction. Include the portion of auto insurance paid for medical coverage. Do not include insurance premiums deducted on line 27 or amounts paid for income protection insurance.

**Line 30:** HOUSEHOLD INCOME is used only to compute your credit. Taxpayers with household income over \$82,650 are not eligible for credit in any category. If you are at least age 90, you own your own home and your household income is \$6,000 or less, see the worksheet below.

**TABLE 3: Percent of Taxes Not Refundable**


Claimant Category: To Qualify for Credit, Your Property Tax Must Exceed:

	<u>Income</u>	<u>% of Income</u>
<b>All General Claimants</b>	\$0 - \$82,650 .....	3.5%
<b>Other Claimants*</b>	\$3,000 or less .....	0%
	\$3,001 - \$4,000 .....	1%
	\$4,001 - \$5,000 .....	2%
	\$5,001 - \$6,000 .....	3%

\*Other claimants are senior citizens and people who are paraplegic, hemiplegic, quadriplegic and totally and permanently disabled.

### PROPERTY TAX CREDIT

**Line 31:** Multiply line 30 by 3.5 percent (.035) or the percentage from Table 3 below. **This is the amount that is not refundable.** The personal representative claiming a credit for a deceased taxpayer with household income of \$6,000 or less must annualize the decedent's income and use the annualized figure to determine the nonrefundable percentage from Table 3 on this page. Then use the actual household income to compute the credit. See instructions for annualizing on pg. 45.

 Credit option worksheet for senior citizen homeowners  
You may use this method to figure your credit if:

- you are at least 90 years old and you had a property tax credit in 1973
- you own your own home
- your household income (form MI-1040CR, line 30) is \$6,000 or less.

If you qualify, complete the worksheet below. Choose this credit if it is more than the credit you computed on your MI-1040CR form. **If you choose this credit, cut out this worksheet and attach it to the front of your MI 1040CR.** Enter the credit amount from line 3 below on line 36 of form MI-1040CR.

1. Enter the 1998 taxes on your homestead .....	1. _____	.00
2. Enter the 1998 taxable value of your home here _____	Divide 2,500 by your taxable value ...	2. _____ %
3. Multiply line 1 by line 2. Enter here and on line 36 of form MI-1040CR .....	<b>CREDIT</b>	3. _____ .00

**Line 36:** Taxpayers with household income over \$82,650 are not eligible for credit in any category. The computed credit is reduced by 10 percent for every \$1,000 (or part of \$1,000) that your household income exceeds \$73,650. If you are filing a part-year return (for a deceased taxpayer or a part-year resident), you must annualize the household income to determine if the credit reduction applies. If the annualized income is more than \$73,650, use actual household income to compute the credit; then reduce the credit 10 percent for every \$1,000 (or part of \$1,000) that your annualized income exceeds \$73,650. The surviving spouse filing a joint claim does not have to annualize the deceased spouse's income.

**To annualize income (project what it would have been for a full year):**

**Step 1:** Divide 365 by the number of days the claimant lived or was a Michigan resident in 1998.

**Step 2:** Multiply the answer from step 1 by the claimant's household income (line 30). The result is annualized income.

### RENTERS

See "Rent that can be claimed for credit" on page 41.

**Line 44:** If you rented a Michigan homestead subject to local property taxes, enter the street number and name, city, landowner's name and address, number of months rented, rent paid per month and total rent paid. Do this for each Michigan homestead rented during 1998. If you need more space, attach an additional sheet. Do not include more than 12 months' rent. Do not include amounts paid directly to the landowner on your behalf by a government agency.

### CREDIT PRORATION

If you received Family Independence Program assistance (FIP) or other FIA benefits in 1998, your credit must be prorated to reflect the ratio of income from other sources to total household income.

### ALTERNATE PROPERTY TAX CREDIT FOR RENTERS AGE 65 OR OLDER

**Line 56:** Enter the rent paid from line 45 or line 47 if you live in service fee housing. If you moved from one rental homestead to another during the last two years, enter here the smaller of:

- the final month's rent on your previous rented homestead multiplied by 12,

**OR**

- the actual rent paid from line 45 or 47.

## WHEN YOU HAVE FINISHED

### Sign your return

Review your claim to make sure your name, Social Security number(s), address, and all other important information are on the form.

Your tax preparer (if you used one) must sign the claim and include the name and address of the organization he or she represents, if any. If you are filing this claim with a Michigan income tax return (form MI-1040), you do not have to sign this claim. Your signature on your MI-1040 is sufficient for both forms. If you are filing this claim by itself, sign this claim.

Check a box to indicate if Treasury may discuss your claim with your preparer.

### Attachments

Assemble your returns and attachments and staple in the upper left corner. A sequence number is printed in the upper right corner of the following forms to help you assemble them in the correct order behind your MI-1040 form.

- MI-1040 Schedule 1
- Direct deposit of refund (form 3174)
- Nonresident and part-year resident (Schedule NR)
- Farmland credit (MI-1040CR-5)
- Property tax credit (MI-1040CR or MI-1040CR-2)
- College tuition credit (Schedule CT)
- Federal schedules (see Table 1, page 6)
- Schedule of Apportionment (MI-1040H)

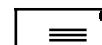


If you are also filing a home heating credit (MI-1040CR-7) or prescription drug credit (MI-1040CR-9) **do not** staple it to your return; fold it and leave it loose in the envelope.

### Mailing

Mail your claim to the same address as your MI-1040. If you are not required to file an MI-1040, mail this claim to:

Michigan Department of Treasury  
Lansing, MI 48956



Your claim may be audited. Keep a copy of this form and all supporting documents for six years.



# School District Code List (See MI-1040, MI-1040CR or MI-1040EZ, line 4.)

Michigan public school districts are listed alphabetically with code numbers to the **left** of the names. When more than one district has the same name, the city name in parentheses helps you choose the right district.

**Residents**, choose the code for the district where you lived on December 31, 1998. Call your local assessor or treasurer if you do not know your school district name.

**Nonresidents**, enter "10000" in the code box.

31020 Adams Twp.	47010 Brighton	81050 Dexter	39065 Gull Lake
46020 Addison	17140 Brimley	14020 Dowagiac Union	52040 Gwinn
46010 Adrian	46050 Britton Macon	44050 Dryden	
58020 Airport	12020 Bronson	58050 Dundee	
79010 Akron Fairgrove	76060 Brown City	78030 Durand	
05010 Alba	11310 Buchanan		11670 Hagar Twp. (6)
13010 Albion	28035 Buckley	74050 East China	35020 Hale
01010 Alcona	73080 Buena Vista	50020 East Detroit	03100 Hamilton
74030 Algonac	56020 Bullock Creek	41090 East Grand Rapids	82060 Hamtramck
03030 Allegan	75020 Burr Oak	38090 East Jackson	31010 Hancock
82020 Allen Park	02020 Burt Twp.	15060 East Jordan	38100 Hanover Horton
70040 Allendale	78020 Byron	33010 East Lansing	32060 Harbor Beach
29010 Alma	41040 Byron Center	34340 Easton Twp. (6)	24020 Harbor Springs
44020 Almont		23050 Eaton Rapids	13070 Harper Creek
04010 Alpena	83010 Cadillac	11250 Eau Claire	82320 Harper Woods
50040 Anchor Bay	41050 Caledonia	82250 Ecorse	18060 Harrison
81010 Ann Arbor	31030 Calumet	14030 Edwardsburg	64040 Hart
06010 Arenac Eastern	30010 Camden Frontier	05060 Elk Rapids	80120 Hartford
50050 Armada	74040 Capac	32050 Elkton Pigeon Bayport	47060 Hartland
07010 Arvon Twp.	25080 Carman-Ainsworth	05065 Ellsworth	33060 Haslett
29020 Ashley	55010 Carney Nadeau	31070 Elm River Twp.	08030 Hastings
13050 Athens	79020 Caro	49055 Engadine	63130 Hazel Park
25130 Atherton	73030 Carrollton	21010 Escanaba	73210 Hemlock
60010 Atlanta	59020 Carson City Crystal	09050 Essexville Hampton	62060 Hesperia
06020 Au Gres Sims	76070 Carsonville-Pt. Sanilac	67020 Ewart	82070 Highland Park
02010 AuTrain-Onota	32030 Caseville	66045 Ewen-Trout Creek	60020 Hillman
63070 Avondale	79030 Cass City	40060 Excelsior (1)	30020 Hillsdale
	14010 Cassopolis		70020 Holland
32010 Bad Axe	41070 Cedar Springs	68030 Fairview	63210 Holly Area
43040 Baldwin	50010 Centerline	63200 Farmington	33070 Holt
80020 Bangor	05035 Central Lake	18020 Farwell	61120 Holton
80240 Bangor Twp. (8)	59125 Central Montcalm	03050 Fennville	13080 Homer
	75030 Centreville	25100 Fenton	03070 Hopkins
09030 Bangor Twp.	15050 Charlevoix	63020 Ferndale	72020 Houghton Lake
	23030 Charlotte	50090 Fitzgerald	31110 Houghton-Portage
	31050 Chassell Twp.	82180 Flat Rock	47070 Howell
07020 Baraga Twp.	16015 Cheboygan	25010 Flint	46080 Hudson
21090 Bark River Harris	81040 Chelsea	25120 Flushing	70190 Hudsonville
19100 Bath	73110 Chesaning Union	40020 Forest Area	82340 Huron
13020 Battle Creek	54025 Chippewa Hills	41110 Forest Hills	63220 Huron Valley
09010 Bay City	50080 Chippewa Valley	36015 Forest Park	
37040 Beal City	32040 Church	19070 Fowler	58070 Ida
51020 Bear Lake	18010 Clare	47030 Fowlerville	44060 Imlay City
15010 Beaver Island	63090 Clarenceville	73190 Frankenmuth	82080 Inkster
26010 Beaverton	63190 Clarkston	10025 Frankfort-Elberta	16050 Inland Lakes
58030 Bedford	63270 Clawson	50100 Fraser	34010 Ionia
25240 Beecher	39020 Climax Scotts	73200 Freeland	34360 Ionia Twp. (2)
34080 Belding	46060 Clinton	53030 Freesoil	22010 Iron Mountain
05040 Bellaire	50070 Clintondale	62040 Fremont	27020 Ironwood
23010 Bellevue	25150 Clio	61080 Fruitport	52180 Ishpeming
25060 Bendle	12010 Coldwater	29050 Fulton	29060 Ithaca
25230 Bentley	56030 Coleman		
11010 Benton Harbor	32260 Colfax Twp. (1F)	39050 Galesburg Augusta	38170 Jackson
10015 Benzie County Central	11330 Coloma	11160 Galien Twp.	58080 Jefferson Schools-Monroe Co.
63050 Berkley	75040 Colon	03440 Ganges (4)	70175 Jenison
34140 Berlin Twp. (3)	38040 Columbia	82050 Garden City	69030 Johannesburg-Lewiston
11240 Berrien Springs	39030 Comstock	69020 Gaylord	30030 Jonesville
27010 Bessemer City	41080 Comstock Park	25070 Genesee	
21065 Big Bay De Noc	38080 Concord	72010 Gerrish Higgins	39010 Kalamazoo
62470 Big Jackson	75050 Constantine	82290 Gibraltar	51045 Kaleva Norman-Dickson
54010 Big Rapids	70120 Coopersville	21025 Gladstone	40040 Kalkaska
73170 Birch Run	78100 Corunna	26040 Gladwin	25110 Kearsley
63010 Birmingham	80040 Covert	45010 Glen Lake	41140 Kelloggsville
46040 Blissfield	20015 Crawford AuSable	80110 Gobles	41145 Kenowa Hills
63080 Bloomfield Hills	82230 Crestwood	41120 Godfrey Lee	41150 Kent City
32140 Bloomfield No. 1	76080 Crosswell Lexington	41020 Godwin Heights	41160 Kentwood
		25050 Goodrich	28090 Kingsley
32250 Bloomfield Twp. (7F)		25030 Grand Blanc	79080 Kingston
		70010 Grand Haven	
80090 Bloomingdale	33040 Dansville	23060 Grand Ledge	50140 L'Anse Creuse
49020 Bois Blanc Pines	82030 Davison	41010 Grand Rapids	07040 L'Anse Area
15020 Boyne City	82040 Dearborn	41130 Grandville	78040 Laingsburg
15030 Boyne Falls	80050 Decatur	62050 Grant	57020 Lake City
63180 Brandon	76090 Deckerville	42030 Grant Twp.	25200 Lake Fenton
11210 Brandywine	46070 Deerfield	38050 Grass Lake	31130 Lake Linden Hubbell
29040 Breckenridge	08010 Delton-Kellogg	59070 Greenville	63230 Lake Orion
22030 Breitung Twp.	17050 Detour	82300 Grosse Ile Twp.	50120 Lakeshore
73180 Bridgeport-Spaulling	82010 Detroit	82055 Grosse Pointe	(St. Clair Shores)
11340 Bridgman	19010 DeWitt		



11030 Lakeshore (Stevensville, Berrien Co.)	02070 Munising	79110 Reese	13130 Tekonsha
59090 Lakeview (Lakeview)	61010 Muskegon	61220 Reeths Puffer	08050 Thornapple-Kellogg
13090 Lakeview (Battle Creek)	61020 Muskegon Heights	52110 Republic Michigamme	75080 Three Rivers
50130 Lakeview (St. Clair Shores)		50180 Richmond	28010 Traverse City
25280 Lakeville	52015 Nice (Ishpeming) N.I.C.E.	82120 River Rouge	82155 Trenton
34090 Lakewood	38130 Napoleon	11033 River Valley	59080 Tri County (Howard City)
63280 Lamphere	52090 Negaunee	82400 Riverview	63150 Troy
33020 Lansing	11200 New Buffalo	63260 Rochester	
44010 Lapeer	50170 New Haven	41210 Rockford	32170 Ubly
80130 Lawrence	78070 New Lothrop	71080 Rogers City Area	13135 Union City
80140 Lawton	62070 Newaygo	50190 Romeo	79145 Unionville Sebewaing
45020 Leland	11300 Niles	82130 Romulus	50210 Utica
49040 Les Cheneaux	30050 North Adams - Jerome	50030 Roseville	
33100 Leslie	44090 North Branch	23590 Roxand Twp. (12)	82430 Van Buren
81070 Lincoln	55115 North Central	63040 Royal Oak	50220 Van Dyke
82090 Lincoln Park	22045 North Dickinson Co.	17110 Rudyard	69040 Vanderbilt
25250 Linden	32080 North Huron		38020 Vandercook Lake
30040 Litchfield	61230 North Muskegon	73010 Saginaw City	79150 Vassar
24030 Littlefield	45040 Northport	73040 Saginaw Twp.	32650 Verona Twp. (1F)
82095 Livonia	41025 Northview	81120 Saline	59150 Vestaburg
41170 Lowell	82390 Northville	46130 Sand Creek	39170 Vicksburg
53040 Ludington	38140 Northwest	76210 Sandusky	
	22025 Norway Vulcan	34120 Saranac	65045 West Branch-Rose City
	75100 Nottawa	03080 Saugatuck	27070 Wakefield Twp.
49110 Mackinac Island	63100 Novi	17010 Sault Ste. Marie	30080 Waldron
16070 Mackinaw City		39160 Schoolcraft	64090 Walkerville
46090 Madison (Adrian)	63250 Oak Park	(Kalamazoo Co.)	63290 Walled Lake
63140 Madison (Madison Hts.)	61065 Oakridge	64080 Shelby	50230 Warren
05070 Mancelona	33170 Okemos	37060 Shepherd	50240 Warren Woods
81080 Manchester	23080 Olivet	32610 Sigel Twp.-Adams (3)	63300 Waterford
51070 Manistee	71050 Onaway	(Bad Axe)	27080 Watersmeet Twp.
77010 Manistique	23490 Oneida Twp. (3)	32620 Sigel Twp. (4)	11320 Watervliet
83060 Manton	51060 Onekama	32630 Sigel Twp. (6)	33215 Waverly
23065 Maple Valley	46110 Onsted	11830 Sodus Twp. (5)	03040 Wayland Union
14050 Marcellus	66050 Ontonagon	80010 South Haven	82160 Wayne-Westland
27060 Marenisco	61190 Orchard View	50200 South Lake	33220 Webberville
67050 Marion	31100 Osceola Twp.	63240 South Lyon	52160 Wells Twp.
13095 Mar Lee	35010 Oscoda	82140 South Redford	63160 West Bloomfield
76140 Marlette	03020 Otsego	63060 Southfield	36025 West Iron County
52170 Marquette City	19120 Ovid Elsie	82405 Southgate	70070 West Ottawa
13110 Marshall	32090 Owendale Gagetown	41240 Sparta	38010 Western
03060 Martin	78110 Owosso	70300 Spring Lake	82240 Westwood
74100 Marysville	63110 Oxford	38150 Springport	25210 Westwood Heights
33130 Mason		73240 St. Charles	62090 White Cloud
58090 Mason (Erie)	34040 Palo	49010 St. Ignace City	75070 White Pigeon
53010 Mason County Central (Scottville)	39130 Parchment	19140 St. Johns	66070 White Pine
53020 Mason County Eastern (Custer)	80160 Paw Paw	11020 St. Joseph	17160 Whitefish
80150 Mattawan	76180 Peck	29100 St. Louis	58110 Whiteford
79090 Mayville	24040 Pellston	06050 Standish - Sterling	61240 Whitehall
57030 McBain	13120 Pennfield	31140 Stanton Twp.	81140 Whitmore Lake
82045 Melvindale Allen Park	64070 Pentwater	55120 Stephenson	35040 Whittemore Prescott
74120 Memphis	78080 Perry	33200 Stockbridge	33230 Williamston
75060 Mendon	24070 Petoskey	75010 Sturgis	81150 Willow Run
55100 Menominee	19125 Pewamo Westphalia	58100 Summerfield	16100 Wolverine
56050 Meridian	17090 Pickford	02080 Superior Central	82365 Woodhaven
73230 Merrill	47080 Pinckney	45050 Suttons Bay	82170 Wyandotte
83070 Mesick	09090 Pinconning	73255 Swan Valley	41026 Wyoming
38120 Michigan Center	67055 Pine River	25180 Swartz Creek	
21135 Mid Peninsula	30060 Pittsford		74130 Yale
56010 Midland	03010 Plainwell	48040 Tahquamenon	81020 Ypsilanti
81100 Milan	82100 Plymouth Canton	35030 Tawas	
79100 Millington	63030 Pontiac	82150 Taylor	70350 Zeeland
68010 Mio Au Sable	32130 Port Hope	46140 Tecumseh	
61060 Mona Shores	74010 Port Huron		
58010 Monroe	39140 Portage		
59045 Montabella	34110 Portland		
61180 Montague	71060 Posen		
25260 Montrose	23090 Pottersville		
49070 Moran Twp.	52100 Powell Twp.		
46100 Morenci	12040 Quincy		
54040 Morley Stanwood	21060 Rapid River		
78060 Morrice	61210 Ravenna		
50160 Mt. Clemens	30070 Reading		
25040 Mt. Morris	82110 Redford Union		
37010 Mt. Pleasant	67060 Reed City		

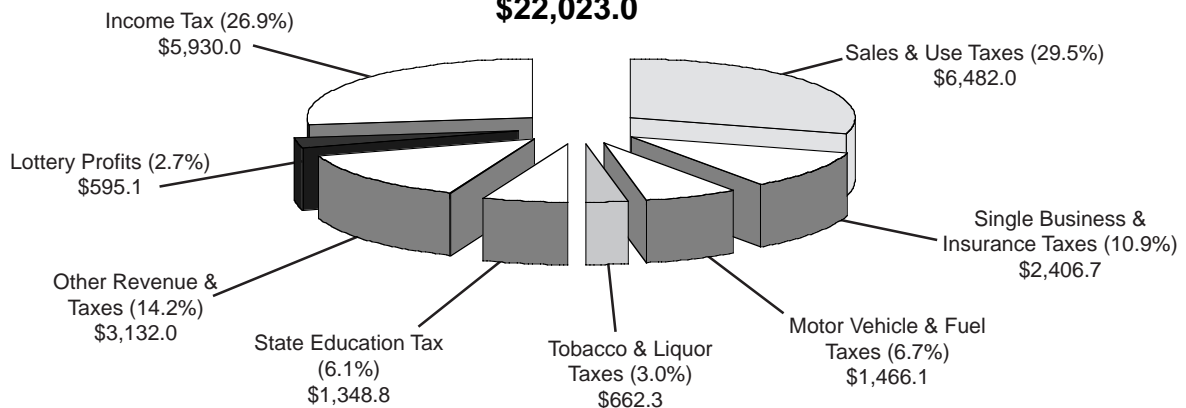
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## Financial Information for Fiscal Year 1997

This information is intended to give you an overview and broad perspective of the state's financial operations. These figures were derived from the latest *Michigan Comprehensive Annual Financial Report* for the fiscal year ended September 30, 1997.

### STATE REVENUES AND FINANCING SOURCES MILLIONS OF DOLLARS

**\$22,023.0**



### STATE EXPENDITURES AND FINANCING USES MILLIONS OF DOLLARS

**\$22,023.0**

